Mortgage Project- Rough Draft

You have just graduated college and are looking to buy a house. This is your rough draft. You will write up your work for each part in an MLA paper with citations. **Be sure to box or highlight your final answers in your paper.**

# Part 1: How much will you make per year?

Use <http://www.bls.gov/oes/home.htm> to determine what the starting salary is for your predicted major. Please attach a screenshot and make sure to be specific about the data for your state.

Predicted major: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Lowest 10th Percentile: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Predicted monthly income: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Minimum Degree level for desired job: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

# Part 2: Where are you going to school?

Part of picking your dream job is also looking at your dream school. One should have a top choice, a will-settle-for, and a back-up. You must look up the tuition costs for all three. Use <https://bigfuture.collegeboard.org/find-colleges> to look up costs. Has this research done anything to change your college choices?

Choice 1: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Yearly Tuition: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Choice 2: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Yearly Tuition: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Choice 3: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Yearly Tuition: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

# Part 3: What classes do you need to take?

Now that you have selected a school, what coursework do you need? Do you need to take Calculus or Statistics? Do you need to take Psychology or Government? You will need to find a coursework map and include it in your final paper. Here is an example: http://bit.ly/UMichMath

# Part 4: How much student loan debt will you have?

Assume you have no scholarships, no help from your parents, no financial help at all. Please attach a screenshot of your findings in your paper.

The excel spreadsheet to calculate the totals for you. They include interest and the average increase in tuition. You need to snip the results to put them in your paper. Be sure to crop the image.

# Part 5: What can you afford?

Determine what the bank believes you can pay towards a mortgage each month using 28% rule. Be sure to subtract off bills that you have due.

Be sure to calculate the total you can afford AND the monthly payment. **If your home is in a different state, then you need to readjust your numbers from Part 1 to match the income for that given state.**

# Part 6: Find your house!

Calculate the total principal that will be used for your mortgage. Make sure your house is in the same state that you used for your income.

# Part 7: What have you learned?

In a typed paper, include your work for all the parts as well as your findings. Using complete sentences, describe what you have learned about the home purchasing process. Will you need to start saving earlier? Will you need to find a higher paying job? Will you have to move to a cheaper area of town? What kinds of adjustments can you make now to set yourself up for a house in the future?

**Don’t forget to reference the example paper to make sure you have your paper formatted correctly and that you have thought about each part of adulthood 😊**

Grade

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Part 1 | Part 2 | Part 3 | Part 4 | Part 5 | Part 6 | Part 7 |
| 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Total Points: \_\_\_\_\_\_\_\_\_/30